## HOUSE BILL 1553

\_\_\_\_\_

State of Washington

57th Legislature

2001 Regular Session

By Representative D. Schmidt

Read first time 01/29/2001. Referred to Committee on State Government.

- 1 AN ACT Relating to alternative public works contracting procedures;
- 2 amending RCW 39.10.065, 39.10.110, 39.10.115, and 39.10.902; amending
- 3 2000 c 138 s 106 (uncodified); reenacting and amending RCW 39.10.120;
- 4 providing an effective date; and declaring an emergency.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 39.10.065 and 1997 c 376 s 5 are each amended to read 7 as follows:
- 8 (1) In addition to the projects authorized in RCW 39.10.050 and
- 9 39.10.060, public bodies may use the general contractor/construction
- 10 manager or design-build procedure for demonstration projects valued
- 11 between three million dollars and ten million dollars as follows:
- 12 (a) Three demonstration projects by the department of general
- 13 administration; and
- 14 (b) One demonstration project by each of the public bodies
- 15 authorized in RCW 39.10.020(2) other than the department of general
- 16 administration.
- 17 (2) Public bodies shall give weight to proposers' experience
- 18 working on projects valued between three million dollars and ten
- 19 million dollars in the evaluation process for the selection of a

p. 1 HB 1553

- 1 general contractor/construction manager or design-build firm for 2 demonstration projects authorized in subsection (1) of this section.
- 3 (3) Cities which supply water to over three hundred fifty thousand 4 people may use the design-build procedure for one water system 5 demonstration project valued over ten million dollars. Use of the 6 design-build procedure shall be deemed to effect compliance with the 7 requirement for competitive bids under RCW 43.155.060.
- 8 (4) All contracts authorized under this section must be entered 9 into before July 1, ((1999)) 2005.
- 10 (5) In the event that a public body determines not to perform a 11 demonstration project using its authority under this section, it may 12 transfer its authority to another public body.
- 13 **Sec. 2.** RCW 39.10.110 and 1997 c 376 s 6 are each amended to read 14 as follows:
- 15 (1) There is established a ((temporary independent oversight)) 16 public works procurement committee to review the utilization of the 17 alternative public works contracting procedures authorized under this 18 chapter, to evaluate potential future utilization of other alternative 19 contracting procedures, including, but not limited to, contractor prequalification, and, if desired by the committee, to review 20 traditional public works contracting procedures used by state agencies 21 and municipalities. The committee shall also pursue the development of 22 23 a mentoring program for expansion of the authorities in this chapter to 24 other public bodies. The membership of the committee shall include: 25 Two members of the house of representatives, one from each major 26 caucus, appointed by the speaker of the house of representatives; two 27 members of the senate, one from each major caucus, appointed by the president of the senate; representatives from the appropriate segments 28 29 the construction, contracting, subcontracting, and 30 industries, appointed by the governor; representatives from appropriate labor organizations, appointed by the governor; representatives from 31 32 public bodies authorized to use the alternative public works contracting procedures under this chapter, appointed by the governor; 33 a representative from the office of minority and women's business 34 enterprises, appointed by the governor; and a representative from the 35 36 office of financial management, appointed by the governor. governor shall maintain a balance between representatives from public 37 38 agencies and the private sector when appointing members to the

HB 1553 p. 2

- 1 committee, and shall consider the recommendations of the established
- 2 organizations representing the construction, contracting,
- 3 subcontracting, and design industries and organized labor in making the
- 4 industry and labor appointments.
- 5 (2) ((The committee shall meet beginning after July 1, 1994.)) A
- 6 chair or cochairs shall be selected from among the committee's
- 7 membership. Staff support for the committee shall be provided by the
- 8 agencies and organizations represented on the committee.
- 9 (3) Public bodies utilizing the alternative contracting procedures
- 10 authorized under this chapter shall provide any requested information
- 11 concerning implementation of projects under this chapter to the
- 12 committee in a timely manner, excepting any trade secrets or
- 13 proprietary information.
- 14 (4) The committee shall report to the appropriate standing
- 15 committees of the legislature by December ((<del>10, 2000,</del>)) <u>10th of each</u>
- 16 year concerning its findings and recommendations.
- 17 Sec. 3. 2000 c 138 s 106 (uncodified) is amended to read as
- 18 follows:
- 19 A report on the use of the small works roster shall be made to the
- 20 ((independent oversight)) public works procurement committee
- 21 established under RCW 39.10.110 prior to the 2003 legislative session.
- 22 **Sec. 4.** RCW 39.10.115 and 2000 c 209 s 4 are each amended to read
- 23 as follows:
- 24 (1) The school district project review board is established to
- 25 review school district proposals submitted by school districts to use
- 26 alternative public works contracting procedures. The board shall
- 27 select and approve qualified projects based upon an evaluation of the
- 28 information submitted by the school district under subsection (2) of
- 29 this section. The membership of the board shall be selected by the
- 25 cm2 Section. The membership of the Search Shari Se Serected Si
- 30 ((independent oversight)) public works procurement committee as
- 31 established under RCW 39.10.110 and shall include the following
- 32 representatives, each having experience with public works or commercial
- 33 construction: One representative from the office of the superintendent
- 34 of public instruction; one representative from the office of financial
- 35 management; two representatives from the construction industry, one of
- 36 whom works for a construction company with gross annual revenues of
- 37 twenty million dollars or less; one representative from the specialty

p. 3 HB 1553

contracting industry; one representative from organized labor; one 1 2 representative from the design industry; one representative from a public body previously authorized under this chapter to use an 3 4 alternative public works contracting procedure who has experience using 5 such alternative contracting procedures; one representative from school districts with ten thousand or more annual average full-time equivalent 6 7 pupils; and one representative from school districts with fewer than 8 ten thousand average full-time equivalent pupils. Each member shall be 9 appointed for a term of three years, with the first three-year term commencing after June 8, 2000. Any member of the school district 10 project review board who is directly affiliated with any applicant 11 before the board must recuse him or herself from consideration of the 12 13 application.

- (2) A school district seeking to use alternative contracting procedures authorized under this chapter shall file an application with the school district project review board. The application form shall require the district to submit a detailed statement of the proposed project, including the school district's name; student population based upon October full-time equivalents; the current projected total budget for the project, including the estimated construction costs, costs for professional services, equipment and furnishing costs, off-site costs, contract administration costs, and other related project costs; the anticipated project design and construction schedule; a summary of the school district's construction activity for the preceding six years; and an explanation of why the school district believes the use of an alternative contracting procedure is in the public interest and why the school district is qualified to use an alternative contracting procedure, including a summary of the relevant experience of the school The applicant shall also provide in a district's management team. timely manner any other information concerning implementation of projects under this chapter requested by the school district project review board to assist in its consideration.
- 33 (3) Any school district whose application is approved by the school 34 district project review board shall comply with the public notification 35 and review requirements in RCW 39.10.030.
- 36 (4) Any school district whose application is approved by the school 37 district project review board shall not use as an evaluation factor 38 whether a contractor submitting a bid for the approved project has had 39 prior general contractor/construction manager procedure experience.

HB 1553 p. 4

14

15

16

17

18 19

20

21

22

2324

25

26

27

28 29

30

31

32

- 1 (5) The school district project review board shall prepare and 2 issue a report reviewing the use of the alternative public works 3 contracting procedures by school districts. The board shall report to 4 the ((independent oversight)) public works procurement committee at 5 least sixty days before the ((oversight)) committee is required to 6 report to the legislature under RCW 39.10.110(4).
- 7 **Sec. 5.** RCW 39.10.120 and 1997 c 376 s 7 and 1997 c 220 s 404 are 8 each reenacted and amended to read as follows:
- 9 (1) Except as provided in subsections (2) and (3) of this section, 10 the alternative public works contracting procedures authorized under 11 this chapter are limited to public works contracts signed before July 12 1, ((2001)) 2007. Methods of public works contracting authorized by 13 RCW 39.10.050 and 39.10.060 shall remain in full force and effect until 14 completion of contracts signed before July 1, ((2001)) 2007.
- 15 (2) For the purposes of a baseball stadium as defined in RCW 82.14.0485, the design-build contracting procedures under RCW 39.10.050 shall remain in full force and effect until completion of contracts 18 signed before December 31, 1997.
- 19 (3) For the purposes of a stadium and exhibition center, as defined 20 in RCW 36.102.010, the design-build contracting procedures under RCW 21 39.10.050 shall remain in full force and effect until completion of 22 contracts signed before December 31, 2002.
- 23 **Sec. 6.** RCW 39.10.902 and 1997 c 376 s 8 are each amended to read 24 as follows:
- 25 The following acts or parts of acts, as now existing or hereafter 26 amended, are each repealed, effective July 1, ((2001)) 2007:
- 27 (1) RCW 39.10.010 and 1994 c 132 s 1;
- 28 (2) RCW 39.10.020 and 2000 c 209 s 1, 1997 c 376 s 1, & 1994 c 132 29 s 2;
- 30 (3) RCW 39.10.030 and <u>1997 c 376 s 2 &</u> 1994 c 132 s 3;
- 31 (4) RCW 39.10.040 and 1994 c 132 s 4;
- 32 (5) RCW 39.10.050 and <u>1997 c 376 s 3 &</u> 1994 c 132 s 5;
- 33 (6) RCW 39.10.060 and 2000 c 209 s 2, 2000 c 194 s 1, 1997 c 376 s
- 34 <u>4, 1996 c 18 s 6, &</u> 1994 c 132 s 6;
- 35 (7) RCW 39.10.065 and <u>section 1 of this act &</u> 1997 c 376 s 5;
- 36 (8) RCW 39.10.070 and 1994 c 132 s 7;
- 37 (9) RCW 39.10.080 and 1994 c 132 s 8;

p. 5 HB 1553

- 1 (10) RCW 39.10.090 and 1994 c 132 s 9; 2 (11) RCW 39.10.100 and 1994 c 132 s 10; 3 (12) RCW 39.10.110 and section 2 of this act, 1997 c 376 s 6, & 4 1994 c 132 s 11; 5 (13) RCW 39.10.900 and 1994 c 132 s 13; and 6 (14) RCW 39.10.901 and 1994 c 132 s 14((; and 7 (15) RCW 39.10.902 and 1994 c 132 s 15)).
- NEW SECTION. Sec. 7. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect July 1, 2001.

--- END ---

нв 1553 р. 6